

South Carolina Electric & Gas Company
Consolidated Income Statement
Test Year Ended March 31, 2004
(Millions of Dollars)

<u>Operating Revenues:</u>	\$
Electric	1,515
Gas	366
<u>Total Operating Revenues</u>	<u>1,881</u>
<u>Operating Expenses:</u>	
Fuel used in electric generation	287
Purchased power (including affiliated purchases)	168
Gas purchased for resale	280
Other operating & maintenance expenses	396
Depreciation & amortization	190
Other taxes	125
<u>Total Operating Expenses</u>	<u>1,446</u>
<u>Operating Income</u>	435
Other Income:	
Allowance for Equity Funds Used During Construction - Other Income	36
<u>Total Other Income</u>	<u>36</u>
<u>Income Before Interest Charges, Income Taxes and Preferred Stock</u>	
<u>Dividends</u>	471
Less: Interest expense, Net of Allowances for Borrowed Funds Used During Construction	132
Less: Preferred dividend requirement - Mandatorily Redeemable Preferred Securities	1
<u>Income Before Income Taxes and Preferred Stock Dividends</u>	338
Income Taxes	111
Preferred Stock Dividends	7
<u>Net Income</u>	<u>220</u>